

Citadel Diversified Investment Trust

Citadel S-1 Income Trust Fund

Citadel HYTES Fund

Citadel SMaRT Fund

Citadel Premium Income Fund

Series S-1 Income Fund

Income & Equity Index Participation Fund

Energy Plus Income Trust

Citadel Stable S-1 Income Fund

Sustainable Production Energy Trust

Equal Weight Plus Fund

CGF Resource 2006 Flow-Through Limited Partnership

Financial Preferred Securities Corporation

Income & Equity Index Participation Fund

Income & Equity Index Participation Fund

Income & Equity Index Participation Fund (the "Fund" or "Income & Equity") is a closed-end investment trust which became listed on the Toronto Stock Exchange on February 18, 2004. The Fund has a termination date of June 30, 2009, or such earlier or later date as the unitholders may determine in accordance with the provisions of the Fund's Declaration of Trust.

During 2006, Income & Equity paid total cash distributions of \$0.88 per unit based on monthly distributions of \$0.07 per unit for the first four months followed by \$0.075 per unit for the next eight months. Commencing in May 2006, the Fund increased its monthly distribution to \$0.075 per unit due to improved performance from the Fund's portfolio. For 2005, distributions totaled \$0.84 per unit based on monthly distributions of \$0.07 per unit.

INVESTMENT HIGHLIGHTS:

	2006	2005	2004
Net Asset Value per Unit ⁽¹⁾	\$11.34	\$12.07	\$10.52
Market Price per Unit ⁽¹⁾	\$9.65	\$10.70	\$9.88
Trading Premium (Discount)	(14.9%)	(11.4%)	(6.1%)
Cash Distributions per Unit ⁽²⁾	\$0.88	\$0.84	\$0.70
Trailing Yield ⁽³⁾	9.1%	7.9%	n/a
Market Capitalization (\$ millions)	\$132.3	\$153.0	\$150.3

⁽¹⁾ Net asset value and market price per unit are based on year end values.

⁽²⁾ First monthly distribution had a record date of March 31, 2004 and was paid April 15, 2004

⁽³⁾ Trailing yield is based on the last 12 months cash distributions declared expressed as a percentage of market price.

Management Report of Fund Performance

(March 21, 2007)

This annual report for the year ended December 31, 2006 includes both the management report of fund performance, containing financial highlights, and the audited financial statements of Income & Equity Index Participation Fund (the "Fund" or "Income & Equity").

Unitholders may contact us by calling toll-free 1-877-261-9674 or by visiting our website at www.citadelfunds.com to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure or quarterly portfolio disclosure.

INVESTMENT OBJECTIVES AND STRATEGIES

Income & Equity's investment objectives are to provide investors with monthly cash distributions from an equal weighted diversified portfolio of Canadian income funds and to provide an opportunity to participate in gains in the broader Canadian equity market as represented by the S&P/TSX 60 Index through a 5 year capped call option on the Index.

RISK

There are a number of risks associated with an investment in Income & Equity Index Participation Fund. The principal risks include, but are not limited to, market and income risk. Market risk is the exposure to market price changes in the securities held within the portfolio which have a direct effect on the net asset value of the Fund. Income risk arises from a number of factors related to the operational performance of the issuers of the securities held in the Fund's portfolio. These risks include the effects of fluctuations in commodity prices, foreign currency conversion rates and interest rates and include general business operation risks, any of which may affect the issuers' income and as a result reduce distributions to its unitholders and the value of its units. Diversification and semi-annual rebalancing by the Fund's rebalancing advisor of the securities held in the portfolio may reduce these risks.

On October 31, 2006 the Federal Minister of Finance (the "Finance Minister") announced a proposal (the "Trust Taxation Plan") to apply a tax at the trust/partnership level on distributions of certain income from publicly traded mutual fund trusts and partnerships at rates of tax comparable to the combined federal and provincial corporate tax and to treat such distributions as dividends to the unitholders. The Finance Minister said existing trusts and partnerships would have a four-year transition period and generally would not be subject to the new rules until 2011. Until such rules are released in legislative form and passed into law it is uncertain what the impact of such rules will be to Canadian income funds (including publicly traded partnerships) and their investors. However, assuming the Trust Taxation Plan is ultimately enacted in the form proposed, those Canadian income fund issuers in which the Trust invests (other than real estate investment trusts that meet prescribed conditions under the new rules) will be subject to the Trust Taxation Plan commencing in 2011 and the implementation of such proposal would be expected to result in adverse tax consequences to such Canadian income funds and to adversely impact cash distributions from such Canadian income funds to the Trust. Based on the composition of the Trust's Portfolio, it is not expected that the Trust itself would be considered a "specified investment flow-through" under the Trust Taxation Plan, and therefore it is expected that the Trust itself will continue not to be directly liable for any material amount of income tax.

RESULTS OF OPERATIONS

Income & Equity's net assets declined from \$172.6 million at December 31, 2005 to \$155.5 million at December 31, 2006 due primarily to portfolio devaluations created by the Government's Trust Taxation Plan. On a per unit basis, the Fund's net asset value ended the year at \$11.34 per unit down from \$12.07 per unit at December 31, 2005.

The Fund's unit price also decreased to \$9.65 per unit at December 31, 2006 from \$10.70 per unit at the end of 2005. Income & Equity's unit price decline plus monthly distributions produced a negative 1.9% total return for 2006, while the Fund generated a positive 2.2% total return on a net asset value basis. By comparison, the S&P/TSX Income Trust Index decreased by 2.8% over the same period.

Total revenue for 2006 was \$14.2 million up slightly from \$14.0 million in 2005 due primarily to the increased use of leverage in 2006. Administrative and rebalancing advisor fees, which are paid in units and calculated in reference to the Fund's net asset value, totaled \$0.98 million for 2006 compared to \$0.96 million for 2005. Trailer fees, which are also calculated in reference to the Fund's net asset value, remained consistent year over year at \$0.50 million. Loan interest costs increased to \$1.17 million in 2006 up from \$0.88 million in the prior year due to a higher loan balance and higher interest rates. The Fund was fully drawn on its \$18.75 million term facility as at December 31, 2006, with an additional \$1.0 million drawn on its \$3.25 million revolving facility. General and administration costs, including other expenses, totaled \$0.36 million for 2006 compared to \$0.39 million for 2005. After total expenses of \$3.0 million for 2006 (2005 - \$2.7 million), the Fund generated net investment income of \$11.2 million or \$0.80 per unit for 2006 compared to \$11.3 million or \$0.77 for 2005.

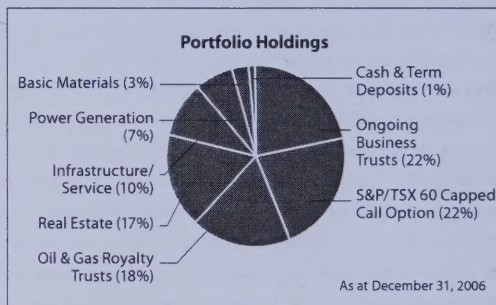
The Fund realized gains of \$0.7 million (2005 - \$0.2 million) on the sale of investments as a result of the semi-annual rebalancings undertaken in early January and July of 2006. The Fund experienced unrealized losses of \$17.3 million in 2006 due to valuation declines in the income trust holdings, partially offset by unrealized gains of \$6.8 million on the S&P/TSX 60 capped call option. In 2005, both the income trust holdings and the call option experienced

unrealized gains of \$11.8 million and \$10.7 million respectively. As a result of the large unrealized losses in 2006, the Fund only generated total results of operations of \$1.4 million or \$0.09 per unit compared to \$34.0 million or \$2.32 per unit in 2005 when the Fund experienced unrealized gains totaling \$18.0 million.

Income & Equity paid monthly distributions for a total of \$12.3 million or \$0.88 per unit during 2006 compared to \$12.3 million or \$0.84 per unit in 2005. The monthly distribution rate was increased to \$0.075 per unit from \$0.07 per unit effective for the May 31, 2006 record date distribution.

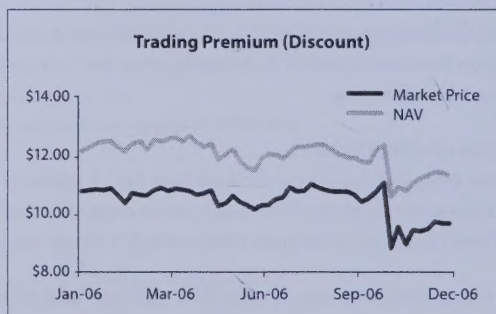
Income & Equity uses leverage as part of its investment strategy. During 2006, the maximum borrowings were \$19.75 million while the minimum amount drawn was \$18.75 million. The Fund maintains a credit facility with a maximum of \$22.5 million.

During 2006, the Fund increased its weighting in the ongoing business trusts and the S&P/TSX call option and decreased its weighting in the oil & gas royalty trusts. In accordance with the Fund's investment objective, the Fund maintains an equal weighted portfolio of Canadian income funds, as well as the opportunity to participate in the Canadian equity market as represented by the S&P/TSX 60 Index.



TRADING PREMIUM / DISCOUNT TO NET ASSET VALUE

During 2006, Income & Equity's market price traded at an average discount to its net asset value per unit of 13.0% compared to an average discount of 10.8% in 2005. As a result of this discount, the Fund repurchased 703,000 units at an average cost of \$10.52 in 2006 under its mandatory repurchase program compared to 731,300 units at an average cost of \$10.01 per unit in 2005. Under the Fund's mandatory repurchase program, the Fund is obligated to repurchase units offered for sale at a discount to net asset value of greater than 5%, subject to 1.25% per quarter of the units outstanding.



The Fund also entered into a normal course issuer bid in February of 2005 whereby a total of 1,521,438 trust units could be repurchased for cancellation over a period of twelve months. For 2006, the Fund had repurchased no trust units pursuant to this bid (2005 – 293,700 units at an average cost of \$10.15 per unit). The bid expired on February 11, 2006.

RECENT DEVELOPMENTS

Throughout 2006, the trust sector experienced pronounced periods of volatility and sub-sector performance variance in addition to the valuation destruction created by the Government's Trust Taxation Plan. Despite the current unsettled market conditions, the Fund's investment manager feels all negative news has been priced into the trust sector and as a result is optimistic about the opportunities to generate strong returns for the Fund in 2007. Based upon the Fund's current portfolio and analysts' estimates of distributions, Income & Equity expects to maintain its monthly distribution rate of \$0.075 per unit for 2007.

Investment Fund Governance Legislation

During 2006, Canadian securities regulators passed legislation requiring independent oversight over the management of Canadian investment funds. National Instrument 81-107 Independent Review Committee for Investment Funds ("NI 81-107") came into effect on November 1, 2006. Under NI 81-107, an Independent Review Committee ("IRC") is required to be established by May 1, 2007. The main responsibility of the IRC is to govern over perceived conflicts of interest between investment funds, their managers and related third parties. Policies and procedures are to be adopted no later than November 1, 2007 and investment funds must be in full compliance of NI 81-107 at that time. Income & Equity continues to research and develop its IRC and expects to meet each implementation date requirement.

New CICA Financial Instrument Standard

The Canadian Institute of Chartered Accountants has recently issued Section 3855, "Financial Instruments – Recognition and Measurement". Of importance to investment funds are new definitions and requirements for determining the fair value of financial instruments, particularly investments. Since current securities regulations require that investment funds calculate Net Asset Value ("NAV") in accordance with Generally Accepted Accounting Principles ("GAAP"), This new standard impacts the way in which net asset value is determined. For securities quoted on an open market, the new standard requires the use of bid prices for an asset held as opposed to the closing prices currently used. Bid prices are normally less than closing prices which will result in lower net asset values. Currently, transaction costs such as broker fees are added to the cost base of investments purchased and deducted from the proceeds of investments sold. The new standard requires that these costs be expensed. Although this does not affect the overall NAV, it will increase expenses and the management expense ratio. The new standard is effective January 1, 2007 for Income & Equity. Canadian securities regulators have been granted relief from the requirement to calculate NAV for purposes other than financial statements in accordance with this standard, allowing them and investment fund managers the opportunity to further study the issue. This relief is in effect until the earlier of September 30, 2007 and the date on which legislation with respect to calculating NAV for purposes other than financial statements is changed. Until that time, Income & Equity intends to calculate NAV under the old method, specifically using closing rather than bid prices, for all purposes other than financial statements.

FORWARD LOOKING STATEMENTS

This document contains certain forward looking statements that involve substantial known and unknown risks and uncertainties, some of which are beyond our control, including the impact of general economic conditions in Canada and the United States, industry conditions, changes in laws and regulations, including the Canadian Income Tax Act, fluctuations in interest rates, commodity prices and foreign exchange, stock market volatility, and market valuations of income and royalty trusts. Our actual results, performance or achievement could differ materially from those expressed in, or implied by, these forward looking statements and, accordingly, no assurances can be given that any of these events anticipated by the forward looking statements will transpire or occur, or if any of them do, what benefits, including the amount of proceeds, that we will derive therefrom.

RELATED PARTY TRANSACTIONS

Equity Lift Management Ltd. is the administrator of Income & Equity, which is a member of the Citadel Group of Funds. CIFSG Funds Inc. provides administrative services to the administrators of the Citadel Group of Funds on a cost recovery basis. All non-fund specific costs are allocated among the Citadel Group of Funds on a relative net asset value basis.

Pursuant to the administrative services agreement, total annual administrative and rebalancing advisory fees are based upon 0.55% of the aggregate average weekly net asset value of the Fund, payable in units monthly in arrears. The administrator is also reimbursed for all general and administrative expenses that relate to the operation of the Fund.

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help the reader understand the Fund's financial performance. This information is derived from the Fund's audited annual financial statements for each year in the period since inception to December 31, 2006.

Net Asset Value (NAV) per Unit

	2006	2005	2004 ⁽¹⁾
NAV, beginning of year	\$ 12.07	\$ 10.52	\$ 9.42
Increase (decrease) from operations:			
Total revenue	1.01	0.95	0.83
Total expenses	(0.21)	(0.18)	(0.14)
Realized gains	0.05	0.02	0.13
Unrealized gains (losses)	(0.76)	1.53	0.97
Total increase (decrease) from operations	0.09	2.32	1.79
Distributions:			
From net investment income	0.87	0.83	0.70
From capital gains	0.01	0.01	–
Total cash distributions	\$0.88	0.84	0.70
NAV, end of year	\$ 11.34	\$ 12.07	\$ 10.52

⁽¹⁾ The Fund commenced operations on February 18, 2004.

Net asset value ("NAV") and cash distributions are based on the actual number of units outstanding at the time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period. This schedule is not a reconciliation of NAV since it does not reflect unitholder transactions as shown on the Statement of Changes in Net Assets and accordingly columns may not add.

Ratios and Supplemental Data

	2006	2005	2004
Net assets (\$ 000's)	\$ 155,502	\$ 172,609	\$ 160,063
Number of units outstanding	13,710,884	14,300,250	15,214,381
Management expense ratio	1.80%	1.66%	1.71%
Portfolio turnover ratio	26.09%	12.83%	22.04%
Trading expense ratio	0.24%	0.17%	0.12%
Closing market price	\$ 9.65	\$ 10.70	\$ 9.88

Management expense ratio is based on total expenses for the period and is expressed as an annualized percentage of weekly average net assets during the period.

Portfolio turnover ratio is based on the lesser of cost of purchases or proceeds of disposition and is expressed as a percentage of the monthly average portfolio value. The portfolio turnover rate indicates how actively the Fund's investment manager manages the portfolio investments. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

Trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of weekly average net assets during the period.

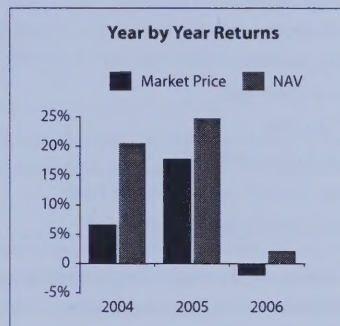
MANAGEMENT FEES

Pursuant to the administrative services agreement, total annual administrative and rebalancing advisory fees are based upon 0.55% of the aggregate average weekly net asset value of the Fund, payable in units monthly in arrears. Shaunessy Investment Counsel Inc., as rebalancing advisor to the Fund, provides investment advisory and rebalancing services to the Fund in exchange for its share of the management fee. These fees represent payment for the administrative and rebalancing advisory services provided to the Fund.

PAST PERFORMANCE

Income & Equity's performance numbers represent the annual compound total returns over the period from inception in February 2004 to December 31, 2006 (except for returns of less than one year which are compound total returns). Total returns are based upon both the Fund's change in market price and net asset value plus the reinvestment of all distributions in additional units of the Fund.

Returns do not take into account sales, redemptions or income taxes payable that would have reduced returns. Past performance of the Fund does not necessarily indicate how it will perform in the future.



ANNUAL COMPOUND RETURNS

In the table below are the annual compound returns for Income & Equity based on market price and net asset value with comparison to the S&P/TSX Capped Income Trust Index for the periods indicated to December 31, 2006.

	1 Year	Since inception
Income & Equity (market price)	(1.91%)	7.55%
Income & Equity (net asset value)	2.19%	16.18%
S&P/TSX Capped Income Trust Index	(2.85%)	17.55%

SUMMARY OF INVESTMENT PORTFOLIO

As at December 31, 2006

Net Assets: \$155,501,689

Portfolio by Sector	% of Net Assets
Ongoing Business Trusts	24.9%
Oil & Gas Royalty Trusts	20.0%
Real Estate Investment Trusts	19.4%
Basic Materials Investments	3.9%
Power Generation Investments	7.8%
Infrastructure/Service Investments	10.7%
S&P/TSX Capped Call Option	24.1%
Cash and Term Deposits	1.6%
Liabilities, net of other assets	(12.4%)
Total Net Assets	100.0%

TOP 25 HOLDINGS (as a % of net assets)

Pengrowth Energy Trust	1.3%	Crombie Reit	0.9%
Boardwalk Reit	1.3%	Riocan Reit	0.9%
Parkland Income Fund	1.2%	Cominar Reit	0.9%
Dundee Reit	1.1%	Primaris Retail Reit	0.9%
Allied Properties Reit	1.0%	Canadian Hotel Income Property Reit	0.9%
Canadian Reit	1.0%	Canadian Apartment Reit	0.9%
Northern Property Reit	1.0%	Calloway Reit	0.9%
Morguard Reit	1.0%	InnVest Reit	0.9%
Alexis Nihon Reit	1.0%	Legacy Hotels Reit	0.9%
IPC U.S. Reit	1.0%	Gateway Casinos Income Fund	0.9%
Aeroplan Income Fund	1.0%	Westshore Terminals Income Fund	0.9%
Sleep Country Canada Income Fund	0.9%	Great Lakes Hydro Income Fund	0.8%
Great Lakes Carbon Income Fund	0.9%		

The summary of investment portfolio may change due to ongoing portfolio transactions. Quarterly updates are available at www.citadelfunds.com.

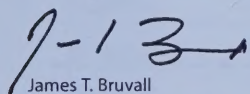
Management's Responsibility Statement

The financial statements of Income & Equity Index Participation Fund have been prepared by Equity Lift Management Ltd. ("ELML") and approved by the Board of Directors of ELML. ELML is responsible for the information and representations contained in these financial statements and the other sections of the annual report.

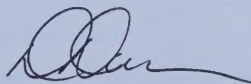
ELML maintains appropriate procedures to ensure that relevant and reliable financial information is produced. These statements have been prepared in accordance with accounting principles generally accepted in Canada and include certain amounts that are based on estimates and judgments. The significant accounting policies applicable to the Fund are described in Note 2 to the financial statements.

The Board of Directors of ELML is responsible for ensuring that management fulfills its responsibilities for financial reporting and has reviewed and approved these financial statements. The Board carries out this responsibility through the Audit Committee, which is comprised of the independent directors of the Board.

The Audit Committee on behalf of ELML and its Board of Directors has appointed the external audit firm of PricewaterhouseCoopers LLP. They have audited the financial statements in accordance with Canadian generally accepted auditing standards to enable them to express to unitholders their opinion on the financial statements. The auditors have full and unrestricted access to the Audit Committee to discuss their findings.



James T. Bruvall
Chief Executive Officer
Equity Lift Management Ltd.



Darren K. Duncan
Chief Financial Officer
Equity Lift Management Ltd.

March 21, 2007

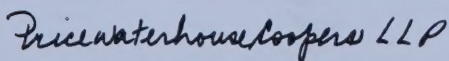
Auditors' Report to Unitholders

To the Unitholders of Income & Equity Index Participation Fund

We have audited the statements of net assets and investments of Income & Equity Index Participation Fund as at December 31, 2006 and 2005 and the statements of operations, changes in net assets and cash flows for the years ended December 31, 2006 and 2005. These financial statements are the responsibility of management of the Fund's Administrator. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets and investments of the Fund as at December 31, 2006 and 2005 and the results of its operations, the changes in its net assets and cash flows for the years ended December 31, 2006 and 2005 in accordance with Canadian generally accepted accounting principles.



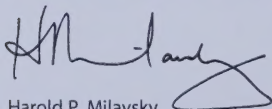
Chartered Accountants
Calgary, Alberta
March 21, 2007

Statement of Net Assets

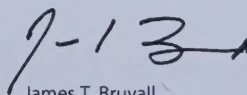
As at December 31	2006	2005
Assets		
Investments, at market	\$ 172,268,577	\$ 188,805,900
Cash and term deposits	2,429,899	1,750,591
Revenue receivable	1,416,149	1,377,583
Receivable from investments sold	-	1,545,457
Accounts receivable	363,065	279,367
Prepaid expenses	7,892	7,955
	176,485,582	193,766,853
Liabilities		
Payable for investments purchased	82,180	1,278,425
Accounts payable and accrued liabilities	123,397	128,701
Distributions payable	1,028,316	1,001,018
Loan payable (note 9)	19,750,000	18,750,000
	20,983,893	21,158,144
Net Assets representing Unitholders' Equity	\$ 155,501,689	\$ 172,608,709
Units outstanding (note 3)	13,710,884	14,300,250
Net asset value per unit	\$ 11.34	\$ 12.07

see accompanying notes

Signed on behalf of the Board,



Harold P. Milavsky
Chairman of the Board



James T. Bruvall
Director and Chief Executive Officer

Statement of Operations

For the years ended December 31	2006	2005
Revenue		
Distribution income	\$ 14,171,695	\$ 13,952,035
Interest income	57,472	29,006
Securities lending income	2,854	—
	14,232,021	13,981,041
Expenses		
Loan interest	1,171,021	876,570
Administrative and investment manager fees (note 5)	984,398	962,006
Trailer fee (note 6)	500,887	495,179
General and administration costs	148,346	204,354
Directors' fees	63,736	72,782
Reporting costs	61,297	36,640
Legal fees	28,498	12,920
Audit fees	22,364	22,234
Trustee fees	20,881	20,434
Custodial fees	18,955	18,755
	3,020,383	2,721,874
Net investment income	11,211,638	11,259,167
Net realized gain on sale of investments (note 7)	743,375	225,313
Net change in unrealized gain (loss) on investments	(17,348,114)	11,774,981
Net change in unrealized gain on S&P/TSX 60 option	6,800,479	10,736,360
Total results of operations	\$ 1,407,378	\$ 33,995,821
Results of operations per unit⁽¹⁾		
Net investment income	\$ 0.80	\$ 0.77
Net realized gain on sale of investments	0.05	0.02
Net change in unrealized gain (loss) on investments	(1.24)	0.80
Net change in unrealized gain on S&P/TSX 60 option	0.48	0.73
	\$ 0.09	\$ 2.32

⁽¹⁾ Based on the weighted average number of units outstanding.
see accompanying notes

Statement of Changes in Net Assets

For the years ended December 31	2006	2005
Net Assets – beginning of year	\$ 172,608,709	\$ 160,063,487
Operations:		
Net investment income	11,211,638	11,259,167
Net realized gain on sale of investments	743,375	225,313
Net change in unrealized gain (loss) on investments	(17,348,114)	11,774,981
Net change in unrealized gain on S&P/TSX 60 option	6,800,479	10,736,360
	1,407,378	33,995,821
Unitholder Transactions: (note 3)		
Issuance of trust units, net	1,185,125	1,122,525
Repurchase of trust units	(7,394,279)	(10,302,085)
	(6,209,154)	(9,179,560)
Distributions to Unitholders: (note 8)		
From net investment income	(12,189,033)	(12,210,733)
From capital gains	(116,211)	(60,306)
	(12,305,244)	(12,271,039)
Net Assets – end of year	\$ 155,501,689	\$ 172,608,709
Distributions per unit	\$ 0.88	\$ 0.84

see accompanying notes

Statement of Cash Flows

For the years ended December 31	2006	2005
Cash flows from operating activities:		
Net investment income	\$ 11,211,638	\$ 11,259,167
Fees paid in trust units	977,395	951,566
Net change in non-cash working capital	249,005	(466,224)
Purchase of investments and S&P/TSX 60 option	(48,778,464)	(23,558,892)
Proceeds from sale of investments	55,511,527	35,417,085
	19,171,101	23,602,702
Cash flows from financing activities:		
Increase in loan payable	1,000,000	–
Proceeds from distribution reinvestment plan	207,730	170,959
Cash distributions to unitholders	(12,305,244)	(12,271,039)
Repurchase of trust units	(7,394,279)	(10,302,085)
	(18,491,793)	(22,402,165)
Net increase (decrease) in cash and term deposits	679,308	1,200,537
Cash and term deposits, beginning of year	1,750,591	550,054
Cash and term deposits, end of year	\$ 2,429,899	\$ 1,750,591

see accompanying notes

Statement of Investments

	December 31, 2006				December 31, 2005			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
Ongoing Business Trusts								
ACS Media Income Fund	-	\$ -	\$ -	-	124,443	\$ 1,407,795	\$ 1,113,765	-
Aeroplan Income Fund	88,025	1,040,455	1,493,784	-	110,206	1,302,635	1,422,759	-
Arctic Glacier Income Fund	101,148	1,181,272	1,266,373	-	118,761	1,389,959	1,282,619	-
BFI Canada Income Fund	41,789	762,453	1,124,124	-	47,635	869,115	1,338,067	-
Bell Aliant Regional Comm. Income Fund	38,000	1,082,848	1,024,480	-	-	-	-	-
Bell Nordiq Income Fund	78,887	1,171,220	1,176,205	-	71,452	1,049,269	1,271,846	-
The Brick Group Income Fund	124,378	1,602,496	1,063,432	-	106,593	1,486,120	992,381	-
CI Financial Income Fund	41,645	1,211,037	1,112,754	-	-	-	-	-
CML Healthcare Income Fund	83,004	901,423	1,157,906	-	93,894	1,019,689	1,352,074	-
Canwest Mediaworks Income Fund	146,389	1,392,278	1,010,084	-	-	-	-	-
Cineplex Galaxy Income Fund	89,261	1,047,080	1,209,487	-	81,277	927,081	1,186,644	-
Cinram International Income Fund	46,272	1,193,355	1,061,942	-	-	-	-	-
Connors Brothers Income Fund	104,113	1,597,562	1,093,186	-	86,121	1,477,424	924,940	-
The Consumers' Waterheater Income Fund	88,672	1,303,971	1,189,978	-	79,879	1,173,435	1,250,106	-
Contrans Income Fund	95,095	1,126,373	1,143,042	-	91,003	1,072,015	1,279,502	-
Custom Direct Income Fund	-	-	-	-	92,690	980,660	912,996	-
Davis + Henderson Income Fund	68,232	1,280,690	1,054,867	-	62,162	1,177,287	1,441,538	-
GMP Capital Trust	51,326	1,234,390	1,118,907	-	-	-	-	-
Gateway Casinos Income Fund	78,576	1,393,185	1,343,650	-	67,241	1,219,079	1,073,166	-
KCP Income Fund	122,610	1,197,915	912,218	-	113,476	1,107,797	1,043,979	-
Livingston International Income Fund	58,468	1,051,080	1,217,304	-	61,111	1,062,245	1,374,997	-
Morneau Sobeca Income Fund	95,774	1,245,062	997,007	-	-	-	-	-
Movie Distribution Income Fund	-	-	-	-	116,631	1,341,595	1,032,184	-
Mullen Group Income Fund	65,289	1,796,968	1,220,251	-	-	-	-	-
North West Company Fund	80,784	674,710	1,254,576	-	39,111	979,968	1,407,996	-
Osprey Media Income Fund	-	-	-	-	148,621	1,410,562	936,312	-
Parkland Income Fund	49,885	1,247,624	1,920,074	-	-	-	-	-
Prizm Income Fund	-	-	-	-	95,270	1,433,813	905,065	-
Rogers Sugar Income Fund	289,618	1,211,711	1,065,794	-	279,663	1,192,238	1,034,753	-
Sleep Country Canada Income Fund	51,989	1,196,202	1,444,774	-	65,054	1,483,633	1,382,397	-
Superior Plus Income Fund	109,791	2,080,746	1,175,862	-	40,830	1,133,428	959,505	-
Teranet Income Fund	122,859	1,233,504	1,092,217	-	-	-	-	-
TransForce Income Fund	72,355	809,259	976,069	-	80,491	892,684	1,373,176	-
Tree Island Wire Income Fund	-	-	-	-	82,620	1,031,098	753,494	-
UE Waterheater Income Fund	83,578	1,035,786	1,177,614	-	94,922	1,175,896	1,309,924	-
Versacold Income Fund	136,003	1,331,841	1,222,667	-	144,172	1,420,294	1,247,088	-
Wajax Income Fund	29,960	933,254	1,026,130	-	-	-	-	-
Westshore Terminals Income Fund	113,081	870,664	1,333,225	-	109,649	833,967	1,311,402	-
Yellow Pages Income Fund	75,013	927,319	965,417	-	87,219	1,078,211	1,421,670	-
		39,365,733	38,645,400	22.1%		34,128,992	34,336,345	18.0%
Real Estate Investment Trusts								
Alexis Nihon Reit	91,493	1,113,470	1,560,871	-	101,201	1,231,616	1,345,973	-
Allied Properties Reit	68,155	1,083,665	1,584,604	-	83,361	1,325,440	1,412,969	-
Boardwalk Reit	47,084	747,694	1,944,098	-	66,349	1,053,622	1,405,935	-
Calloway Reit	49,395	747,580	1,363,302	-	60,683	918,421	1,440,614	-
Canadian Reit	50,112	852,236	1,577,025	-	67,345	1,145,312	1,517,283	-
Canadian Apartment Reit	73,596	1,071,782	1,367,414	-	87,689	1,277,019	1,416,177	-
Canadian Hotel Income Properties Reit	92,616	1,024,124	1,382,757	-	114,274	1,263,612	1,337,006	-
Chartwell Seniors Housing Reit	86,698	1,215,211	1,208,570	-	90,559	1,270,421	1,448,944	-
Cominar Reit	62,382	1,018,302	1,403,595	-	68,915	1,124,944	1,327,992	-
Crombie Reit	108,314	1,228,281	1,408,082	-	-	-	-	-
Dundee Reit	42,826	1,069,188	1,655,225	-	48,633	1,210,077	1,249,868	-
Extendicare Reit	66,000	1,007,794	958,980	-	-	-	-	-
H&R Reit	52,555	908,104	1,266,050	-	66,621	1,151,152	1,385,717	-
IPC U.S. Reit	121,622	1,320,886	1,508,113	-	118,329	1,290,666	1,344,217	-
InnVest Reit	98,669	1,173,381	1,361,632	-	107,032	1,272,834	1,342,181	-

(continued on following page)

	December 31, 2006				December 31, 2005			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
<i>(continued from previous page)</i>								
Legacy Hotels Reit	142,083	997,524	1,346,947		177,898	1,248,971	1,423,184	
Morguard Reit	114,475	1,121,291	1,572,886		120,411	1,179,435	1,324,521	
Northern Property Reit	56,382	1,056,687	1,575,877		68,480	1,283,315	1,301,120	
Primaris Retail Reit	74,320	926,807	1,403,162		91,903	1,146,075	1,501,695	
Retirement Residences Reit	-	-	-		143,062	1,866,414	1,251,793	
RioCan Reit	55,809	921,086	1,403,596		65,022	1,073,140	1,481,852	
Summit Reit	-	-	-		63,405	1,227,915	1,557,861	
Sunrise Senior Living Reit	117,825	1,487,954	1,256,014		103,538	1,356,348	1,393,622	
TGS North American Reit	-	-	-		173,391	1,359,385	1,374,991	
		22,093,047	30,108,800	17.2%		27,276,134	30,585,515	16.1%
Oil & Gas Royalty Trusts								
ARC Energy Trust	51,632	841,607	1,151,394		65,217	975,921	1,727,598	
Acclaim Energy Trust	-	-	-		84,774	1,010,282	1,606,467	
Advantage Energy Income Fund	61,965	1,098,193	770,225		76,677	1,355,446	1,719,865	
Baytex Energy Trust	49,905	540,884	1,111,883		96,471	1,045,579	1,707,537	
Bonavista Energy Trust	34,489	727,574	970,865		41,895	883,809	1,596,199	
Bonterra Energy Trust	37,553	921,187	960,230		64,763	1,588,656	1,528,407	
Canadian Oil Sands Trust	33,547	319,179	1,093,968		14,433	686,606	1,818,558	
Canetic Resources Trust	74,282	1,073,939	1,221,196		-	-	-	
Crescent Point Energy Trust	55,323	774,842	973,685		70,370	985,587	1,455,252	
Daylight Energy Trust	115,239	1,400,871	1,176,590		130,043	1,319,936	1,616,434	
Enerplus Resources Fund	19,170	738,168	971,536		27,787	1,069,978	1,552,182	
Enterra Energy Trust	125,087	1,854,780	1,157,055		44,535	761,858	853,292	
Esprit Energy Trust	-	-	-		108,914	1,377,762	1,465,982	
Fairborne Energy Trust	92,191	1,050,439	963,396		120,411	1,340,174	1,986,781	
Focus Energy Trust	64,589	979,212	1,174,228		60,205	855,009	1,548,473	
Freehold Royalty Trust	85,510	1,265,505	1,266,403		81,328	1,219,531	1,529,780	
Harvest Energy Trust	36,366	839,430	953,880		48,075	1,096,189	1,787,909	
Ketch Resources Trust	-	-	-		114,073	1,302,714	1,282,181	
NAL Oil & Gas Trust	90,385	1,055,244	1,112,639		91,259	1,001,293	1,649,963	
NAV Energy Trust	-	-	-		162,149	1,366,916	1,530,687	
Paramount Energy Trust	65,281	773,546	809,484		75,607	845,522	1,676,207	
Pengrowth Energy Trust	101,493	2,168,939	2,023,770		70,676	1,311,665	1,600,811	
PennWest Energy Trust	26,898	794,836	956,762		44,874	1,326,027	1,704,763	
Petrofund Energy Trust	-	-	-		66,689	1,093,286	1,366,458	
Peyto Energy Trust	68,001	1,072,752	1,203,618		44,459	602,380	1,128,814	
PrimeWest Energy Trust	49,051	1,198,434	1,054,597		42,415	1,029,592	1,522,698	
Progress Energy Trust	74,092	1,018,024	931,336		99,803	1,371,293	1,713,618	
Provident Energy Trust	88,542	961,607	1,136,879		101,438	1,094,090	1,273,047	
Sequoia Oil & Gas Trust	-	-	-		82,936	1,314,536	1,681,113	
Shiningbank Energy Income Fund	56,967	1,041,448	732,026		60,345	1,055,960	1,759,057	
Sound Energy Trust	160,813	1,281,635	821,754		-	-	-	
Thunder Energy Trust	144,983	1,622,660	822,054		-	-	-	
Trilogy Energy Trust	63,900	1,168,628	728,460		72,609	1,321,484	1,728,094	
True Energy Trust	87,897	1,680,137	658,349		-	-	-	
Vault Energy Trust	-	-	-		-	-	-	
Vermilion Energy Trust	34,955	588,292	1,223,425		55,669	936,909	1,655,596	
Viking Energy Royalty Trust	-	-	-		183,677	1,072,278	1,689,828	
Zargon Energy Trust	39,493	977,452	979,032		51,893	1,284,352	1,647,603	
		31,829,444	31,110,719	17.8%		36,902,620	52,111,254	27.3%
Basic Materials Investments								
Chemtrade Logistics Income Fund	-	-	-		82,567	1,588,080	882,641	
Fording Canadian Coal Trust	44,761	877,075	1,076,502		34,776	568,548	1,398,691	
Great Lakes Carbon Income Fund	125,803	1,482,888	1,421,574		106,506	1,277,544	1,075,711	
Labrador Iron Ore Royalty Income Fund	50,680	986,609	1,256,864		57,288	1,107,283	1,533,027	
Noranda Income Fund	101,488	1,167,110	999,657		104,453	1,199,170	1,248,213	
TimberWest Forest Corp.	84,219	1,089,286	1,269,180		88,285	1,141,876	1,359,589	
		5,602,968	6,023,777	3.4%		6,882,501	7,497,872	3.9%
<i>(continued on following page)</i>								

	December 31, 2006				December 31, 2005			
	Number of Units Held	Cost	Market Value	% of Market	Number of Units Held	Cost	Market Value	% of Market
<i>(continued from previous page)</i>								
Power Generation Investments								
Algonquin Power Income Fund	126,461	1,425,473	1,255,758		125,646	1,417,645	1,313,001	
Boralex Power Income Fund	117,026	1,269,639	1,097,704		117,686	1,286,611	1,179,214	
Calpine Power Income Fund	-	-	-		125,042	1,522,400	1,004,087	
Energy Savings Income Fund	89,281	1,385,494	1,200,829		74,311	1,214,292	1,411,166	
Epcor Power L.P.	46,597	1,635,919	1,246,470		35,531	1,340,611	1,252,468	
Gaz Metro L.P.	74,550	1,629,381	1,161,489		58,843	1,342,812	1,151,558	
Great Lakes Hydro Income Fund	67,811	1,188,962	1,301,971		66,518	1,160,373	1,207,302	
Innergex Power Income Fund	88,933	1,066,640	1,179,252		95,061	1,133,336	1,254,805	
MacQuarie Power and Infrastructure Income Fund	118,171	1,301,453	1,187,618		114,576	1,270,648	1,177,841	
Northland Power Income Fund	94,348	1,216,006	1,233,128		88,706	1,145,988	1,322,606	
TransAlta Power, L.P.	167,340	1,601,834	1,250,030		132,024	1,336,611	1,293,835	
		13,720,801	12,114,249	6.9%		14,171,327	13,567,883	7.1%
Infrastructure / Service Investments								
AltaGas Income Trust	41,645	833,239	1,091,099		51,543	1,031,279	1,440,627	
CCS Income Trust	32,641	514,139	1,232,199		44,843	706,337	1,659,191	
Cathedral Energy Services Income Trust	111,618	1,388,329	1,111,715		-	-	-	
Enbridge Income Fund	92,900	1,182,465	1,226,280		92,034	1,170,739	1,332,652	
Enerflex Systems Income Trust	90,000	1,004,274	994,500		-	-	-	
Eveready Income Fund	175,529	1,250,835	1,095,559		-	-	-	
Fort Chicago Energy Partners L.P.	103,577	1,165,227	1,188,028		99,957	1,116,985	1,198,484	
Inter Pipeline Fund	121,867	1,044,914	1,101,678		132,969	1,140,105	1,336,338	
Keyera Facilities Income Fund	72,155	987,511	1,200,659		79,586	1,008,523	1,730,995	
Newalta Income Fund	39,956	665,766	1,040,311		58,817	1,059,594	1,716,280	
Peak Energy Services Trust	-	-	-		122,107	1,318,756	1,605,707	
Pembina Pipeline Income Fund	74,320	1,004,654	1,176,486		93,556	1,264,686	1,492,218	
Precision Drilling Income Trust	40,553	1,483,191	1,094,931		31,000	1,185,750	1,189,780	
Taylor NGL L.P.	120,771	966,168	1,051,915		138,639	1,109,112	1,393,322	
Total Energy Trust	75,293	808,647	898,998		128,501	1,380,101	2,180,662	
Trinidad Energy Services Income Fund	86,001	823,004	1,186,814		104,035	860,008	1,645,834	
		15,122,363	16,691,172	9.6%		14,351,975	19,922,090	10.5%
Income & Equity units – repurchased for cancellation	8,400	82,180	81,060	0.1%	8,600	92,675	92,020	0.1%
S&P/TSX 60 Capped Call Option		17,693,875	37,493,400	21.5%		17,693,875	30,692,921	16.1%
Investments		145,510,411	172,268,577	98.5%		151,500,099	188,805,900	99.1%
Cash and Term Deposits		2,429,899	2,429,899	1.5%		1,750,591	1,750,591	0.9%
Total		\$ 147,940,310	\$ 174,698,476	100.0%		\$ 153,250,690	\$ 190,556,491	100.0%

All portfolio holdings are trust units, except the following: Noranda Income Fund – priority units; TimberWest Forest Corp. – stapled units; Epcor Power L.P., TransAlta Power L.P., Gaz Metro L.P. and Taylor NGL L.P. – limited partnership units; Fort Chicago Energy Partners L.P. – Class A limited partnership units.

Notes to Financial Statements

December 31, 2006 and 2005

1. STRUCTURE OF THE FUND

Income & Equity Index Participation Fund (the "Fund" or "Income & Equity") is a closed-end investment trust established under the laws of Alberta pursuant to a Declaration of Trust dated as of December 17, 2003. The Fund commenced operations upon completion of its initial public offering on February 18, 2004. The term of the Fund continues until June 30, 2009 in accordance with the provisions of the Fund's Declaration of Trust.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements, prepared in accordance with Canadian generally accepted accounting principles, include estimates and assumptions by management that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the period. Actual results may differ from these estimates. The following is a summary of the significant accounting policies.

(a) Cash and cash equivalents

Cash consists of cash on hand and short term bankers' acceptances with maturities of less than 90 days on acquisition.

(b) Valuation of investments

Investments are stated at market values based on closing market quotations. Average cost is used to compute realized and unrealized gains or losses on investments. Investment transactions are recorded on the trade date. The capped call option is recorded at its fair value on the valuation date.

(c) Canadian income taxes

The Fund qualified as a unit trust within the meaning of the Income Tax Act (Canada). Provided the Fund distributes to its unitholders its net income for tax purposes, the Fund will not generally be liable for income tax under Part 1 of the Income Tax Act (Canada). As all taxable income was allocated to unitholders in 2006 and 2005, no provision for income taxes has been made in these financial statements.

(d) Investment income

Dividend income is recorded on the ex-dividend date, interest is recognized as earned and distribution income is recorded on the ex-distribution date. Capital gains and losses are recognized on the trade date.

(e) Financial instruments

The fair values of the Fund's financial instruments which are comprised of cash and term deposits, revenue receivable, accounts receivable, receivable from investments sold, prepaid expenses, accounts payable and accrued liabilities, payable for investments purchased, distributions payable and loan payable approximate their carrying amount due to the short-term maturity of these instruments.

3. UNITHOLDERS' CONTRIBUTION

Authorized

The authorized capital of the Fund consists of an unlimited number of trust units which are transferable non-redeemable units of beneficial interest.

Issued and outstanding	December 31, 2006		December 31, 2005	
	Number	Amount	Number	Amount
Trust units – beginning of year	14,300,250	\$ 134,323,803	15,214,381	\$ 143,503,363
Issued for services (note 5)	93,579	977,395	95,272	951,566
Issued under DRIP	20,055	207,730	15,597	170,959
Repurchase of trust units	(703,000)	(7,394,279)	(1,025,000)	(10,302,085)
Trust units – end of year	13,710,884	\$ 128,114,649	14,300,250	\$ 134,323,803

The weighted average number of units outstanding for the year ended December 31, 2006 was 14,038,578 units (2005 – 14,679,551 units).

The Fund has a mandatory repurchase program whereby trust units offered for sale at a discount to the Fund's net asset value per unit of greater than 5% are repurchased for cancellation, subject to a maximum of 1.25% in each calendar quarter of the total number of units outstanding at the beginning of each such quarter. For the year ended December 31, 2006, Income & Equity repurchased 703,000 trust units under this program at an average cost of \$10.52 per unit (2005 – 731,300 units at an average cost of \$10.01 per unit).

On February 11, 2005, the Fund entered into a normal course issuer bid whereby a total of 1,521,438 trust units may be repurchased for cancellation over a period of twelve months. For the year ended December 31, 2006, the Fund had repurchased no trust units pursuant to this bid (2005 – 293,700 units at an average cost of \$10.15 per unit). The bid expired on February 11, 2006.

Unitholders of Income & Equity can acquire additional trust units by participating in the Distribution Reinvestment Plan ("DRIP"). The DRIP enables unitholders to reinvest their monthly distributions in additional units of the Fund at the 5 day weighted average market price of the Fund's units. For the year ended December 31, 2006, a total of 20,055 units were issued under the DRIP (2005 – 15,597 units).

4. CAPPED CALL OPTION

Upon closing of its initial public offering, the Fund purchased an "at the money" five year capped call option on the S&P/TSX 60 Index from two chartered banks. The option is a European option which means it can only be exercised upon the expiry date of February 18, 2009. The option is capped at the first 30% increase in the S&P/TSX 60 Index, representing an additional \$3.00 to unitholders.

5. ADMINISTRATIVE AND REBALANCING ADVISORY FEES/DIRECTORS' FEES

Equity Lift Management Ltd. ("ELML") is the administrator of the Fund and Shaunessy Investment Counsel Inc., Inc. is the rebalancing advisor of the Fund. Pursuant to the administrative services and rebalancing advisory agreements, total annual administrative and rebalancing advisor fees are based upon 0.55% of the aggregate average weekly net asset value of the Fund, payable in units monthly in arrears. For the year ended December 31, 2006, the Fund issued 88,531 trust units and recorded an expense of \$984,398 in respect of the administrative and rebalancing advisory fees for the year (2005 – 90,059 trust units and an expense of \$962,006). The administrative services agreement also provides for the reimbursement of certain expenses incurred by the administrator during the performance of its duties. As at December 31, 2006, included in accounts receivable were amounts owed from ELML of \$363,065 (2005 – \$279,367 in accounts receivable).

Directors of ELML received a total of 5,048 units in 2006 (2005 – 5,213 units) as payment for their annual retainers.

6. TRAILER FEE

Income & Equity pays a trailer fee to investment dealers calculated and payable quarterly in arrears at an annual rate of 0.30% of the net asset value of the Fund held by unitholders in accounts with investment dealers. For the year ended December 31, 2006, the Fund recorded an expense of \$500,887 relating to the trailer fee (2005 - \$495,179).

7. INVESTMENTS

The net realized gain on the sale of investments was determined as follows:

For the years ended December 31	2006	2005
Net proceeds from the sale of securities	\$ 55,511,527	\$ 35,417,085
Less cost of securities sold:		
Investments at cost – beginning of year	133,806,222	145,439,102
Investments purchased during year	48,778,464	23,558,892
Investments at cost – end of year	(127,816,534)	(133,806,222)
Cost of investments disposed of during year	54,768,152	35,191,772
Net realized gain on sale of investments	\$ 743,375	\$ 225,313

8. CASH DISTRIBUTIONS

The Fund pays out monthly cash distributions based upon cash distributions received by the Fund less estimated expenses. For the years ended December 31, 2006 and 2005, the Fund also distributed a portion of its realized capital gains in order to supplement distributions.

For the years ended December 31,	2006	2005
Net investment income for the year	\$ 11,211,638	\$ 11,259,167
Add fees paid by issuance of units	977,395	951,566
Capital distributed (cash flow retained)	116,211	60,306
Cash distributions	\$ 12,305,244	\$ 12,271,039
Cash distributions per unit	\$ 0.88	\$ 0.84

9. LOAN PAYABLE

The Fund maintains a credit facility with a Canadian chartered bank for up to a maximum amount of \$22.5 million. At December 31, 2006 and 2005 the Fund had fully drawn upon the term portion of the facility in the amount of \$18.75 million. The term facility is due and payable on the earlier of February 18, 2009 or termination of the Fund. The revolving portion of the facility totals \$3.75 million of which \$1.0 million was drawn at December 31, 2006 and no amount at December 31, 2005. Borrowings are collateralized by a \$50 million demand debenture which provides a first floating charge over the Fund's assets. The facility bears interest at the bank's prime rate on the revolving facility and prime rate plus ¼% on the term facility.

10. BROKER COMMISSIONS

For the year ended December 31, 2006, the Fund paid commissions to brokers of \$395,411 (2005 – \$276,602) and they are recorded in the purchase and sale of investments.

11. SECURITIES LENDING

The Fund engaged in securities lending during 2006 and as at December 31, 2006, the Fund had lent out \$28.1 million of its portfolio securities with \$30.3 million of collateral in primarily federal and provincial bonds.

Corporate Information

Administrators

Citadel Diversified Management Ltd.
Citadel S1 Management Ltd.
Citadel TEF Management Ltd.
Citadel CPRT Management Ltd.
Citadel Series Management Ltd.
Equity Lift Management Ltd.
N.A. Energy Management Inc.
Stable Yield Management Inc.
Sustainable PE Management Inc.
Equal Weight Management Ltd.
CGF Funds Management Ltd.
CGF Resource FT Funds Management Ltd.
Suite 3500, 350 - 7th Avenue S.W.
Calgary, Alberta T2P 3N9
Telephone: (403) 261-9674
Toll Free: 1 877 261-9674
Fax: (403) 261-8670
Website: www.citadelfunds.com
Email: info@citadelfunds.com

Investment Manager

(CTD.un, SDL.un, CHF.un, CRT.un,
SRC.un and CSR.un)
Bloom Investment Counsel, Inc.
Suite 1710, 150 York Street
Toronto, Ontario M5H 3S5

Investment Manager

(EPF.un, SPU.un and CGF Resource 2006)
Galileo Equity Management Inc.
161 Bay Street, Suite 4730
Toronto, Ontario M5J 2S1

Investment Manager

(CPF.un)
Fiera YMG Capital Inc.
1501 McGill College Avenue, Suite 900
Montreal, Quebec H3A 3M8

Rebalancing Advisor

(IEP.un, EQW.un and FPR.pr.a)
Shaunessy Investment Counsel Inc.
Suite 504, 933-17th Avenue S.W.
Calgary, Alberta T2T 5R6

Directors and Officers

Harold P. Milavsky - Chairman of the Board
Micheline Bouchard - Director
Doug D. Baldwin - Director
Kent J. MacIntyre - Director
James T. Bruvall - Director and Chief Executive Officer
Darren K. Duncan - Chief Financial Officer

Trustee

Computershare Trust Company of Canada
Sixth Floor
530 - 8th Avenue S.W.
Calgary, Alberta T2P 3S8

Custodian

CIBC Mellon Global Securities Services Company
320 Bay Street, 6th Floor
Toronto, Ontario M5H 4A6

Legal Counsel

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Calgary, Alberta T2P 5C5

Auditors

PricewaterhouseCoopers LLP
3100, 111 - 5th Avenue S.W.
Calgary, Alberta T2P 5L3

Stock Exchange Listings

The Toronto Stock Exchange
Citadel Diversified Investment Trust units: **CTD.un**
Citadel S-1 Income Trust Fund units: **SDL.un**
Citadel HYTES Fund units: **CHF.un**
Citadel SMaRT Fund units: **CRT.un**
Citadel Premium Income Fund units: **CPF.un**
Series S-1 Income Fund units: **SRC.un**
Income & Equity Index Participation Fund units: **IEP.un**
Energy Plus Income Trust units: **EPF.un**
Citadel Stable S-1 Income Fund units: **CSR.un**
Sustainable Production Energy Trust units: **SPU.un**
Equal Weight Plus Fund units: **EQW.un**
Financial Preferred Securities Corporation shares: **FPR.pr.a**
CGF Resource 2006 Flow-Through Limited Partnership units: not listed



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